

NOVEMBER 27, 1989

THE DIRECTOR OF THE DIVISION OF STATE LANDS & FORESTRY TOOK FORMAL ACTION ON NOVEMBER 27, 1989, AT 9:30 A.M. IN THE DIVISION OF STATE LANDS & FORESTRY OFFICE, 355 WEST NORTH TEMPLE, 3 TRIAD CENTER, SUITE 400, SALT LAKE CITY, UTAH 84180-1204, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

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MINERAL LEASE APPLICATIONS

OIL, GAS & HYDROCARBON MINERAL LEASE APPLICATIONS - APPROVED

Upon recommendation of Mr. Blake, the Director approved the Oil, Gas and Hydrocarbon lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Min. Lease Appl. No. 44641  
Lancaster Corporation  
Suite 1000  
555 17th Street  
Denver, CO 80201

T16S, R3E, SLB&M. Sanpete  
Sec's 20, 28, & 29.: 260.52 acres  
BEG at the SE  
cor of the  
N $\frac{1}{2}$ NE $\frac{1}{4}$  of Sec.  
29; th W 40.25  
chs; th N 2.25  
chs; th S 89 $^{\circ}$  E  
40.25 chs; th S  
1.50 chs to the  
pob. Containing  
7.52 acres, being  
the E part of Lots  
133, 134, and 135  
in Ephraim North  
Meadow.  
BEG at the NE cor  
of Sec. 29; th  
E on Sec. line  
13 chs; th N  
88 $^{\circ}$ 30' W 53.10  
chs; th N .75 ch;  
th N 88 $^{\circ}$ 30' W 40.55  
chs; th S to sec.  
line; th E on sec.  
line 80 chs to pob.  
Containing 12 acres,  
m/l. Being part of  
Lots 104 to 108 in  
Ephraim North Meadow.

OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED (cont.)

Min. Lease Appl. No. 44641 (Cont.)

T16S, R3E, SLB&M.

Sec's 20, 28, & 29. (Cont.):

BEG at the NE cor of  
Sec. 29, th S 18.20  
chs; th N 89° W 80.90  
chs; th N to Sec.  
line; th E 80 chs to  
pob. Containing 160  
acres, m/l, being  
part of Lots 105 to  
132 inclusive,  
Ephraim North Meadow.  
ALSO, the NW¼NW¼ of  
Sec. 28, containing  
40 acres.

ALSO, beg at the NW  
cor of the NE¼NW¼ of  
Sec. 28, th E 20 chs;  
th S on quarter line  
16.65 chs; th S 86°  
E 2.25 chs; th S 2°  
W 3.35 chs to forty  
line; th W on forty  
line 20.25 chs; th  
N 20 chs to pob.  
Containing 41 acres,  
m/l.

Min. Lease Appl. No. 44642  
Lancaster Corporation  
Suite 1000  
555 17th Street  
Denver, CO 80201

T17S, R2E, SLB&M.

Sec. 3: Lots 1, 2, Sanpete  
S½NE¼, E½SE¼ 1805.47 acres

Sec. 4: S½NE¼, NE¼SE¼

Sec. 10: Lot 4, SE¼SW¼

Sec. 15: Lots 1, 2, 3,  
4, E½NW¼

Sec. 16: All

Sec. 21: NW¼NE¼, SW¼SE¼

Sec. 22: Lot 1, NE¼NW¼

Sec. 28: W½E½, SE¼SW¼

Sec. 33: SW¼NE¼, NW¼NW¼,  
W½SE¼

Min. Lease Appl. No 44643  
Lancaster Corporation  
Suite 1000  
555 17th Street  
Denver, CO 80201

T19S, R1E, SLB&M.

Sec. 6: Lot 7 Sevier/Sanpete  
200.68 acres

Sec. 7: Lots 1, 2, 3,  
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OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED (cont.)

Min. Lease Appl. No. 44644  
Lancaster Corporation  
Suite 1000  
555 17th Street  
Denver, CO 80201

<u>T16S, R1W, SLB&amp;M.</u>	Juab/Sanpete
Sec. 8: SE $\frac{1}{4}$	1970.02 acres
Sec. 9: SW $\frac{1}{4}$	
Sec. 15: Beg at the NW cor of the SW $\frac{1}{4}$ NW $\frac{1}{4}$ of Sec. 15, th running S 4 chs; th E 6 chs; th S 4 chs; th W 6 chs; th S 7.24 chs; th E 15 chs; th N 5 chs; th E 5 chs; th NE'ly to a point 35.18 chs E of the pob; th W 35.18 chs to the pob; together with any and all buildings, improvements and appurtenances thereunto belonging. ALSO, beg at a point 12 chs E of the NW cor of SW $\frac{1}{4}$ NW $\frac{1}{4}$ of Sec. 15; th S 15.24 chs; th E 3 chs; th N 5 chs; th E 5 chs; th NE'ly to a point 23.18 chs E of the pob; th W 23.18 chs to beg. Containing 17.46 acres, m/l.	
Sec. 16: All	
Sec. 17: Lots 1, 3, 4, 5, NE $\frac{1}{4}$ SW $\frac{1}{4}$ , NE $\frac{1}{4}$ , N2SE $\frac{1}{4}$ , SE $\frac{1}{4}$ SE $\frac{1}{4}$	
Sec. 20: NE $\frac{1}{4}$ , NE $\frac{1}{4}$ NW $\frac{1}{4}$	
Sec. 21: W $\frac{1}{2}$ NE $\frac{1}{4}$ , NW $\frac{1}{4}$ , E $\frac{1}{2}$ SE $\frac{1}{4}$	

Min. Lease Appl. No. 44645  
Lancaster Corporation  
Suite 1000  
555 17th Street  
Denver, CO 80201

<u>T16S, R1W, SLB&amp;M.</u>	Juab/Sanpete
Sec. 28: SE $\frac{1}{4}$ NE $\frac{1}{4}$	714.82 acres
Sec. 30: Lots 24, 41	
Sec. 31: Lots 1, 2, 21, 22, 23, NW $\frac{1}{4}$ SE $\frac{1}{4}$	
Sec. 32: Lots 2, 3, 4, E $\frac{1}{2}$ E $\frac{1}{2}$ , SE $\frac{1}{4}$ SW $\frac{1}{4}$ , SW $\frac{1}{4}$ SE $\frac{1}{4}$	

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OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED (cont.)

Min. Lease Appl. No. 44646  
Lancaster Corporation  
Suite 1000  
555 17th Street  
Denver, CO 80201

T17S, R1W, SLB&M. Sanpete  
Sec. 1: SW $\frac{1}{4}$ SE $\frac{1}{4}$  1921.36 acres  
Sec. 2: Lots 1, 2, 3,  
SW $\frac{1}{4}$ NE $\frac{1}{4}$ , S $\frac{1}{2}$ NW $\frac{1}{4}$ ,  
SW $\frac{1}{4}$ , W $\frac{1}{2}$ SE $\frac{1}{4}$   
Sec. 3: SE $\frac{1}{4}$ SW $\frac{1}{4}$ , NE $\frac{1}{4}$ SE $\frac{1}{4}$ ,  
SW $\frac{1}{4}$ SE $\frac{1}{4}$   
Sec. 12: Lot 6, SW $\frac{1}{4}$ SW $\frac{1}{4}$   
Sec. 16: All  
Sec. 21: N $\frac{1}{2}$ SE $\frac{1}{4}$ , SE $\frac{1}{4}$ NE $\frac{1}{4}$ ,  
NE $\frac{1}{4}$ SW $\frac{1}{4}$ , S $\frac{1}{2}$ SE $\frac{1}{4}$   
Sec. 22: SW $\frac{1}{4}$ NW $\frac{1}{4}$ , SE $\frac{1}{4}$ NE $\frac{1}{4}$ ,  
E $\frac{1}{2}$ SE $\frac{1}{4}$   
Sec. 24: Lots 1, 2, 3,  
W $\frac{1}{2}$ SW $\frac{1}{4}$

Min. Lease Appl. No. 44647  
Lancaster Corporation  
Suite 1000  
555 17th Street  
Denver, CO 80201

T17S, R1W, SLB&M. Sanpete  
Sec. 25: W $\frac{1}{2}$ NW $\frac{1}{4}$ , SE $\frac{1}{4}$ NW $\frac{1}{4}$  2395.65 acres  
Sec. 26: SW $\frac{1}{4}$ NW $\frac{1}{4}$ , W $\frac{1}{2}$ SW $\frac{1}{4}$ ,  
SE $\frac{1}{4}$ SW $\frac{1}{4}$ , W $\frac{1}{2}$ SE $\frac{1}{4}$   
Sec. 27: NE $\frac{1}{4}$ , N $\frac{1}{2}$ NW $\frac{1}{4}$ ,  
SW $\frac{1}{4}$ SW $\frac{1}{4}$ , N $\frac{1}{2}$ SE $\frac{1}{4}$ ,  
SE $\frac{1}{4}$ SE $\frac{1}{4}$   
Sec. 28: E $\frac{1}{2}$ E $\frac{1}{2}$ , NW $\frac{1}{4}$ NE $\frac{1}{4}$   
Sec. 32: Lots 1, 2, 3, 4,  
5, 6, 7, 8, E $\frac{1}{2}$   
Sec. 33: E $\frac{1}{2}$ NE $\frac{1}{4}$   
Sec. 34: W $\frac{1}{2}$ SW $\frac{1}{4}$   
Sec. 36: All

Min. Lease Appl. No. 44648  
Lancaster Corporation  
Suite 1000  
555 17th Street  
Denver, CO 80201

T18S, R1W, SLB&M. Sanpete  
Sec. 3: Lot 4, SW $\frac{1}{4}$ NW $\frac{1}{4}$  961.96 acres  
Sec. 4: Lot 1, SE $\frac{1}{4}$ NE $\frac{1}{4}$ ,  
E $\frac{1}{2}$ SE $\frac{1}{4}$   
Sec. 26: NW $\frac{1}{4}$ SW $\frac{1}{4}$   
Sec. 32: All  
Sec. 36: Lots 1, 2, 3, 4

OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - REJECTED

Upon recommendation of Mr. Blake, the Director rejected the Oil, Gas, and Hydrocarbon lease applications listed below and ordered a refund of the advance rentals to the applicant. The filing fees are forfeited to the State of Utah.

Min. Lease Appl. No. 44649	<u>T13S, R12E, SLB&amp;M.</u>	Carbon
Standard Energy Corporation (40%)	Sec. 13: E $\frac{1}{2}$ , E $\frac{1}{2}$ W $\frac{1}{2}$ ,	2040.00 acres
Yellow Ribbon, Inc. (60%)	W $\frac{1}{2}$ NW $\frac{1}{4}$ , NW $\frac{1}{4}$ SW $\frac{1}{4}$	
42 Calle Feliz	Sec. 14: A11	
Sedona, AZ 86336	Sec. 16: A11	
	Sec. 20: NE $\frac{1}{4}$	

REJECTED: Not State land

REFUND: \$2,040.00

Min. Lease Appl. No. 44650	<u>T13S, R12E, SLB&amp;M.</u>	Carbon
Standard Energy Corporation (40%)	Sec. 10: A11	2560.00 acres
Yellow Ribbon, Inc. (60%)	Sec. 11: A11	
42 Calle Feliz	Sec. 12: A11	
Sedona, AZ 86336	Sec. 15: A11	

REJECTED: Not State land

REFUND: \$2,560.00

Min. Lease Appl. No. 44651	<u>T13S, R12E, SLB&amp;M.</u>	Carbon
Standard Energy Corporation (40%)	Sec. 7: Lots 1, 2, 3,	2504.31 acres
Yellow Ribbon, Inc. (60%)	4, E $\frac{1}{2}$ W $\frac{1}{2}$ , NE $\frac{1}{4}$ ,	
42 Calle Feliz	N $\frac{1}{2}$ SE $\frac{1}{4}$	
Sedona, AZ 86336	Sec. 8: A11	
	Sec. 9: A11	
	Sec. 17: A11	

REJECTED: Not State land

REFUND: \$2,505.00

Min. Lease Appl. No. 44652	<u>T13S, R12E, SLB&amp;M.</u>	Carbon
Standard Energy Corporation (40%)	Sec. 1: A11	2241.32 acres
Yellow Ribbon, Inc. (60%)	Sec. 2: A11	
42 Calle Feliz	Sec. 3: A11	
Sedona, AZ 86336	Sec. 4: A11	
	Sec. 5: A11	
	Sec. 6: A11	

REJECTED: Section 2 in conflict with ML 44502  
Other Sections are not State land

REFUND: \$2,242.00

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METALLIFEROUS MINERALS LEASE APPLICATION - APPROVED

Upon recommendation of Mr. Mansfield, the Director approved the Metalliferous Minerals lease application listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The application has been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available. The reassessment date is December 1, 1999.

Min. Lease Appl. No. 44640	<u>T28S, R11W, SLB&amp;M.</u>	Beaver
David A. Wolfe	Sec. 16: Lot 1, NE $\frac{1}{4}$ ,	639.27 acres
P.O. Box 1148	NE $\frac{1}{4}$ NW $\frac{1}{4}$ , S $\frac{1}{2}$ NW $\frac{1}{4}$ ,	
Westminster, CO 80030	S $\frac{1}{2}$	

BUILDING STONE/LIMESTONE LEASE APPLICATION - APPROVED

Upon recommendation of Mr. Mansfield, the Director approved the Building Stone/Limestone lease application listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The application has been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available. The reassessment date is December 1, 1999.

Min. Lease Appl. No. 44653	<u>T19S, R11E, SLB&amp;M.</u>	Emery
Wycotah, Inc.	Sec. 15: S $\frac{1}{2}$	320.00 acres
P.O. Box 839		
Price, UT 84501		

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TOTAL ASSIGNMENTS--OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Mr. Bonner, the Director approved the assignment of the Oil, Gas, and Hydrocarbon Leases listed below to Contex Energy Company, 1645 Court Place, Suite 212, Denver, CO 80202, by Raymond Chorney, who reserves 4% overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: RAYMOND CHORNEY

....ML 43796....ML 43797....

Upon recommendation of Mr. Bonner, the Director approved the assignment of the Oil, Gas, and Hydrocarbon Leases listed below to Contex Energy Company, 1645 Court Place, Suite 212, Denver, CO 80202, by Joan Chorney, who reserves 4% overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: JOAN CHORNEY

....ML 43885....ML 43891....ML 43909....

Upon recommendation of Mr. Bonner, the Director approved the assignment of the Oil, Gas, and Hydrocarbon Leases listed below to Ampolex (Texas), Inc., Seventeenth Street Plaza, Suite 3000, 1225-17th Street, Denver, CO 80202, by SonJa V. McCormick. No override.

LEASE OWNERSHIP: SONJA V. MCCORMICK

....ML 44448....ML 44449....ML 44450....ML 44451....ML 44452....

INTEREST ASSIGNMENTS--OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Mr. Bonner, the Director approved the assignment of 40% interest in and to the Oil, Gas, and Hydrocarbon Leases listed below to Comdisco Exploration, Inc. (20%), and Raymond T. Duncan (20%), 1777 South Harrison Street, P-1, Denver, CO 80210, by Duncan Exploration Company. No override, but subject to 2.625% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: DUNCAN EXPLORATION COMPANY--40%,  
SAMEDAN OIL CORPORATION--30%,  
SOHIO PETROLEUM COMPANY--15%,  
AND CORBIN J. ROBERTSON--15%

....ML 35743....ML 38555....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 40% interest in and to the Oil, Gas, and Hydrocarbon Lease listed below to Comdisco Exploration, Inc. (20%), and Raymond T. Duncan (20%), 1777 South Harrison Street, P-1, Denver, CO 80210, by Duncan Exploration Company. No override, but subject to 2.49999% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: TOC ROCKY MOUNTAINS, INC.--60%, AND  
DUNCAN EXPLORATION COMPANY--40%

....ML 40295....

OPERATING RIGHTS ASSIGNMENTS--OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Mr. Bonner, the Director approved the assignment of 50% interest in operating rights from the surface to the stratigraphic equivalent of depth drilled, 6,200 feet (Gulf State 36-12 Well) in and to the Oil, Gas, and Hydrocarbon lease listed below to Phoenix Hydrocarbons, Inc., P.O. Box 2802, Midland, TX 79702, by Chevron U.S.A. Inc., who reserves 6.25% overriding royalty, in addition to 1% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: CHEVRON U.S.A. INC.  
OPERATING RIGHTS: FROM THE SURFACE TO THE  
STRATIGRAPHIC EQUIVALENT OF DEPTH DRILLED,  
6,200 FEET  
T8S, R18E, SLB&M. 40.00 acres  
Sec. 36: SW $\frac{1}{4}$ NW $\frac{1}{4}$   
PHOENIX HYDROCARBONS, INC.--50%, and  
CHEVRON U.S.A. INC.--50%

....ML 22057....

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OPERATING RIGHTS ASSIGNMENTS--OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 50% interest in operating rights from the surface to the stratigraphic equivalent of 11,085 feet in the East Gusher 2-1A Well (aka Paiute-Walker No. 2-1A Well) in SW $\frac{1}{4}$ SW $\frac{1}{4}$  Sec. 2, T6S, R20E, SLB&M., in and to the Oil, Gas, and Hydrocarbon lease listed below to Caloco Energy, Inc., P.O. Box 901053, Dallas, TX 75390, by Gavilan Operating, Inc. No override, but subject to 6% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: CHEVRON U.S.A. INC.  
OPERATING RIGHTS: FROM THE SURFACE TO THE  
STRATIGRAPHIC EQUIVALENT OF 11,085 FEET IN  
EAST GUSHER 2-1A WELL (AKA PAIUTE-WALKER  
NO. 2-1A WELL) IN SW $\frac{1}{4}$ SW $\frac{1}{4}$  Sec. 2, T6S, R20E,  
SLB&M.  
GAVILAN OPERATING, INC.--100%

....ML 21181....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 80% of 50% or 40% interest in operating rights from the surface to the stratigraphic equivalent of 11,085 feet in the East Gusher 2-1A Well (aka Paiute-Walker No. 2-1A Well) in SW $\frac{1}{4}$ SW $\frac{1}{4}$  Sec. 2, T6S, R20E, SLB&M., in and to the Oil, Gas, and Hydrocarbon lease listed below to Fred Lieber, Apt. 4A, 150 West End Avenue, New York, NY 10023, by Gavilan Operating, Inc. No override, but subject to 6% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: CHEVRON U.S.A. INC.  
OPERATING RIGHTS: FROM THE SURFACE TO THE  
STRATIGRAPHIC EQUIVALENT OF 11,085 FEET IN  
EAST GUSHER 2-1A WELL (AKA PAIUTE-WALKER  
NO. 2-1A WELL) IN SW $\frac{1}{4}$ SW $\frac{1}{4}$  Sec. 2, T6S, R20E,  
SLB&M.  
GAVILAN OPERATING, INC.--50%, AND  
CALOCO ENERGY, INC.--50%

....ML 21181....

OPERATING RIGHTS ASSIGNMENTS--OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 83.335% interest in operating rights from the surface down to and including, but not below, the stratigraphic equivalent of 5,630 feet as encountered in the Canyon State 2-36 Well located in the NW¼NE¼ Sec. 36, T38S, R25E, SLB&M., in and to the Oil, Gas, and Hydrocarbon lease listed below to Total Minatome Corporation, 2 Houston Center, Suite 2000, P.O. Box 4326, Houston, TX 77210-4326, by Total Petroleum, Inc. No override, but subject to 5% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: TXP OPERATING COMPANY--51.67%,  
RAYMOND CHORNEY--33.33%,  
TRANSCO 1980 EXPLORATION LTD.--7.50%,  
AND SHV OIL AND GAS COMPANY--7.50%  
OPERATING RIGHTS: FROM SURFACE DOWN TO AND  
INCLUDING, BUT NOT BELOW, THE STRATIGRAPHIC  
EQUIVALENT OF 5630 FEET AS ENCOUNTERED IN  
CANYON 2-36 STATE WELL IN NW¼NE¼ SEC. 36,  
T38S, R25E, SLB&M.  
TOTAL PETROLEUM INC.--83.335%, AND  
RAYMOND CHORNEY--16.665%

....ML 36202....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 10% interest in operating rights limited in depth from the surface of the earth down to and including, but not below, the stratigraphic equivalent of 5,650 feet as encountered in the No. 1-23 Bradford Canyon Well located in the NE¼SW¼ of Sec. 23, T37S, R24E, SLB&M., in part of leased lands: E½ Sec. 16, T37S, R24E, SLB&M., 320.00 acres, in and to the Oil, Gas, and Hydrocarbon lease listed below to Comdisco Exploration, Inc. (5%), and Raymond T. Duncan (5%), 1777 South Harrison Street, P-1, Denver, CO 80210, by Duncan Exploration Company. No override, but subject to 6.02% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: OPERATING RIGHTS: LIMITED IN DEPTH FROM  
SURFACE OF EARTH DOWN TO AND INCLUDING,  
BUT NOT BELOW, THE STRATIGRAPHIC EQUIVALENT  
OF 5650 FEET AS ENCOUNTERED IN THE NO. 1-23  
BRADFORD CANYON FEDERAL WELL LOCATED IN THE  
SW¼ of Sec. 23, T37S, R24E, SLB&M.  
T37S, R24E, SLB&M. 320.00 Acres  
Sec. 16: E½  
MCOR OIL AND GAS CORPORATION--25%,  
SANTA FE ENERGY COMPANY--22.22225%,  
DIAMOND SHAMROCK EXPL. CO.--12.5%,  
WINTERSHALL OIL & GAS CORP.--8.33335%,  
SAMEDAN OIL CORPORATION--7.5%,  
CORBIN J. ROBERTSON--5.833375%,  
BP EXPLORATION INC.--5.833375%,  
AND HARTWELL CORPORATION 83--2.77775%

....ML 28429....

PARTIAL ASSIGNMENTS--OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Mr. Bonner, the Director approved the partial assignment of the Oil, Gas, and Hydrocarbon Lease listed below to Contex Energy Company, 1645 Court Place, Suite 212, Denver, CO 80202, by Joan Chorney, who reserves 4% overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: JOAN CHORNEY

....New Lease to be numbered ML 43892-A:

....ML 43892-A....T12S, R13E, SLB&M., Sec. 19: Lot 10, SE $\frac{1}{4}$ NE $\frac{1}{4}$ , 1576.33 acres  
NE $\frac{1}{4}$ SW $\frac{1}{4}$ , W $\frac{1}{2}$ SE $\frac{1}{4}$  Carbon County  
Sec. 20: S $\frac{1}{2}$ NW $\frac{1}{4}$ , NE $\frac{1}{4}$ SW $\frac{1}{4}$ ,  
SW $\frac{1}{4}$ SW $\frac{1}{4}$ , NE $\frac{1}{4}$ SE $\frac{1}{4}$   
Sec. 29: NW $\frac{1}{4}$ NW $\frac{1}{4}$ , W $\frac{1}{2}$ SW $\frac{1}{4}$   
Sec. 30: Lot 1, E $\frac{1}{2}$ NE $\frac{1}{4}$ ,  
SE $\frac{1}{4}$   
Sec. 31: Lot 6, E $\frac{1}{2}$ NE $\frac{1}{4}$ , NE $\frac{1}{4}$ SE $\frac{1}{4}$   
Sec. 32: Lots 1, 2, 3, 4,  
N $\frac{1}{2}$ , N $\frac{1}{2}$ S $\frac{1}{2}$

....Remaining in ML 43892:

ML 43892.....T12S, R13E, SLB&M., Sec. 6: Lots 6, 7, 161.17 acres  
E $\frac{1}{2}$ SW $\frac{1}{4}$  Carbon County

Upon recommendation of Mr. Bonner, the Director approved the partial assignment of the Oil, Gas, and Hydrocarbon Lease listed below to Contex Energy Company, 1645 Court Place, Suite 212, Denver, CO 80202, by Joan Chorney, who reserves 4% overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: JOAN CHORNEY

....New Lease to be numbered ML 43886-A:

....ML 43886-A....T11S, R11E, SLB&M., Sec. 32: All 640.00 acres  
Duchesne County

....Remaining in ML 43886:

ML 43886.....T11S, R11E, SLB&M., Sec. 16: All 880.00 acres  
Sec. 26: W $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$ SW $\frac{1}{4}$ , Duchesne County  
SW $\frac{1}{4}$ SE $\frac{1}{4}$

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TOTAL ASSIGNMENT--METALLIFEROUS MINERALS LEASE

Upon recommendation of Mr. Bonner, the Director approved the assignment of the Metalliferous Minerals Lease listed below to Echo Bay Exploration Inc., 5250 Neil Road, Suite 300, Reno, NV 89502, by Robert L. Steele, who reserves 1% overriding royalty, in addition to 2% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: ROBERT L. STEELE

....ML 43775....

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RELINQUISHMENT OF METALLIFEROUS MINERALS LEASES

Energy Fuels, Ltd., lessee of the mineral leases listed below, has filed a relinquishment of these leases. I recommend that the leases be terminated and the lands offered for lease of metalliferous minerals through the Division's Simultaneous Filing procedures.

<u>Lease No.</u>	<u>Description</u>	<u>County/Acres</u>
ML 43641	T30S, R24E, SLB&M. Sec. 14: SE $\frac{1}{4}$ SW $\frac{1}{4}$	San Juan 40.00 acres
ML 43656	T24S, R11E, SLB&M. Sec. 32: E $\frac{1}{2}$ , N $\frac{1}{2}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$	Emery 560.00 acres

Upon recommendation of Mr. Mansfield, the Director approved the relinquishment of the above captioned leases.

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REFUNDS REQUESTED

Exxon Company USA - P. O. Box 4671 - Houston, TX 77210 is requesting a refund of \$2,022.53 due to an overpayment of royalty on lease SL-066312-ST (ROY929010101).

Upon recommendation of Mr. Johnson, the Director approved the above captioned refund.

Ory Energy Company - P. O. Box 2880 -Dallas, TX 75221-2880 is requesting a refund of \$366.69 due to an overpayment of royalty for July, and August 1989 because the company was sold to Citation Oil and Gas Company. Lease UO-19375-St (PEN 09150) (ROY932110801) and (ROY932110901).

Upon recommendation of Mr. Johnson, the Director approved the above captioned refund.

<u>INTEREST RATE</u>	<u>CURRENT YEAR</u>	<u>YEAR AGO</u>
Base Rate	10.50	10.00

  
for PATRICK D. SPURGIN, DIRECTOR  
DIVISION OF STATE LANDS/FORESTRY

  
LESLIE M. WARNER, RECORDS SUPERVISOR

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